

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1932 - HB 1829

February 18, 2014

SUMMARY OF BILL: Prohibits volunteers of the Doe Mountain Recreation Authority (DMRA) from receiving state employee benefits but would provide such volunteers with specific liability immunity.

ESTIMATED FISCAL IMPACT:

Increase State Revenue - \$11,400/Risk Management Fund

Other Fiscal Impact – There will be a recurring increase in expenditures of the DMRA estimated to be \$11,400 for premium payments to the Risk Management Fund. Additionally, there will be an increase in the potential liability to the Risk Management Fund. This increase in liability will be based upon several unknown factors such as the nature of an event resulting in liability, the damages sustained during such an event, and the frequency of events that result in a claim.

Assumptions:

- According to the Department of the Treasury, the annual premium to the Risk Management Fund associated with board members of the DMRA is estimated to be \$3,850.
- According to the Department of the Treasury, the annual premium to the Risk Management Fund associated with volunteers of the DMRA is estimated to range between \$5,000 and \$10,000. The exact amount will be dependent upon the number of volunteers covered, but is reasonably estimated to average \$7,500 per year.
- The total recurring increase in state revenue to the Risk Management Fund is estimated to be \$11,350 (\$3,850 + \$7,500).
- Expenditures for the DMRA are expected to increase by approximately \$11,350 per year as a result of this bill.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce